

DAILY MARKETS OVERVIEW

19 SEPTEMBER 2018

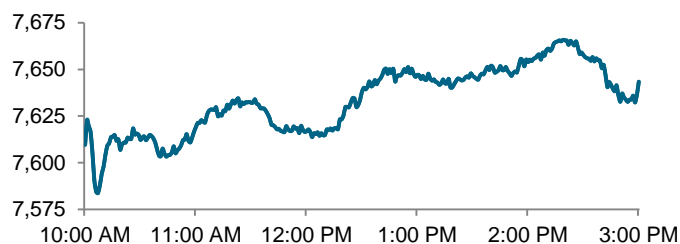
السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,643	0.4	0.7	5.8	16.8
Saudi (NOMU)	2,551	2.1	-1.6	-18.8	8.3
Energy	4,731	0.5	0.2	10.5	16.1
Materials	5,496	0.5	0.3	8.8	17.5
Capital Goods	3,630	-0.1	-0.2	-16.4	NA
Com. & Prof. Svc	4,340	-0.1	-1.6	3.2	18.8
Transportation	3,724	-0.1	0.8	-7.2	22.6
Cons. Durables & Apparel	3,609	-0.1	0.1	-12.9	NA
Consumer Services	3,197	4.3	4.7	-13.2	18.1
Media	11,875	-0.2	-2.4	53.5	NA
Retailing	6,043	0.8	0.7	7.3	22.6
Food & Staples Retailing	5,646	2.6	4.1	0.6	41.8
Food & Beverages	3,984	-0.9	-1.8	-18.7	25.5
Health Care Equipment	3,835	0.0	-2.1	-13.7	18.2
Pharma, Biotech & Life Science	4,030	1.0	-1.3	1.5	26.0
Banks	6,658	0.4	1.2	21.0	12.2
Diversified Financials	3,476	0.7	0.5	-13.7	NA
Insurance	3,760	1.2	-0.2	-20.4	30.6
Telecommunication	4,956	0.4	0.5	16.6	16.0
Utilities	3,509	-0.5	-3.6	-23.1	NA
REITs	3,652	0.1	-0.1	-21.2	NA
Real Estate	3,454	0.9	2.7	-26.5	28.3

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Altayyar Travel Group	23.00	7.4%	123.7
Saudi Company for Hardware	71.00	4.6%	11.9
Saudia Dairy and Foodstuff Co.	89.20	3.7%	1.4
Dar Alarkan Real Estate Development Co.	9.22	3.7%	261.8
Bupa Arabia for Cooperative Insurance	100.00	3.6%	18.4

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Fawaz Abdulaziz Alhokair Co.	25-Sep-18
Saudi Investment Bank	26-Sep-18
Abdullah Al Othaim Markets Co.	26-Sep-18
Middle East Specialized Cables Co.	27-Sep-18
Filing and Packing Materials Manufacturing Co.	30-Sep-18
Halwani Bros. Co.	1-Oct-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of September 19, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.4% higher at 7,643 while NOMU ended 2.1% higher at 2,551 on Tuesday. TASI traded value totaled SAR 2.7bn and averaged SAR 2.4bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 49% of the daily traded value.
- Banks and Materials ended 0.4% and 0.5% higher, respectively. Telecom ended 0.4% higher. Consumer Services (up 4.3%) was the best performer. Among stocks, Altayyar Travel Group (1810/ALTAYYAR AB), Saudi Company for Hardware (4008/SHC AB), and Saudia Dairy and Foodstuff Co. (2270/SADAFSCO AB) led the gainers.
- KSA's crude exports fell 1.7% M/M to 7.12mn barrels per day (bpd) in July, from 7.24mbd in June. (Source: Argaam)
- The Saudi Arabian Monetary Authority (SAMA)'s Governor stated the country is expected to record a current account surplus of SAR 71bn (USD 18.9bn) in 2Q18, and the current account is estimated to experience sustained growth this year. (Source: GulfBase)
- Saudi Aramco revealed it would spend more than SAR 500bn (USD 133bn) on oil and gas drilling over the next decade, thereby complying with the goals and objectives of Saudi Vision 2030. (Source: Zawya)
- Saudi Basic Industries Corp. (2010/SABIC AB) inked a governance agreement with Clariant AG (CLN SW) to define its position as a major shareholder, and confirm Clariant AG's independence as a public company under Swiss corporate laws. (Source: Argaam)
- Red Sea Housing Services (RSHS), a wholly-owned subsidiary of Red Sea International Co. (4230/REDSEA AB) inked a strategic partnership with Rental Solutions Services (RSS) to provide GCC clients with services and products in the modular buildings, power, and cooling segments of the rentals market. (Source: Argaam)
- France-based Alstom (ALO FP), as a part of the Flow consortium, has been awarded a contract worth more than USD 848mn (SAR 3.2bn) from Arriyadh Development Authority (ADA) to provide operation and maintenance (O&M) services for lines 3, 4, 5, and 6 of the Riyadh Metro network over 12 years, including the mobilization period. (Source: Trade Arabia)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Al Alamiya for Cooperative Insurance Co.	35.00	-4.9%	11.4
Gulf Union Cooperative Insurance Co.	13.60	-4.1%	2.3
Amana Cooperative Insurance Co.	14.96	-2.9%	4.2
Saudi Arabian Mining Co.	48.90	-2.6%	29.5
Saudi Cable Co.	23.28	-2.6%	1.3

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	118.60	1.5%	360
Alinma Bank	20.54	1.1%	281
Dar Alarkan Real Estate Development Co.	9.22	3.7%	262
Al Rajhi Bank	81.90	-0.7%	258
Saudi Kayan Petrochemical Co.	16.18	-0.6%	163

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,743	-0.3	-2.4	-18.6	7.3
Abu Dhabi (ADX)	4,876	-0.1	-1.2	10.9	12.9
Kuwait (KSE)	5,196	0.1	-0.2	1.3	16.0
Qatar (QE)	9,824	-0.1	-2.0	15.3	14.6
Oman (MSM)	4,496	-0.4	-1.4	-11.8	11.1
Bahrain (BSE)	1,340	0.1	-0.4	0.6	9.0
DJMENA Index	552	0.2	-0.5	4.8	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,904	0.5	0.0	8.6	21.0
US (NASDAQ 100)	7,956	0.8	-0.7	15.2	24.5
UK (FTSE 100)	7,300	0.0	-0.1	-5.0	16.2
Germany (DAX)	12,158	0.5	0.3	-5.9	14.0
France (CAC 40)	5,364	0.3	0.2	1.0	17.0
Russia (MICEX)	2,403	1.2	1.8	13.9	NA
Japan (Nikkei)	23,421	1.4	1.4	2.9	16.9
Hong Kong (HSI)	27,085	0.6	-0.7	-9.5	10.3
South Korea (KOSPI)	2,309	0.3	-0.4	-6.4	11.1
China (SHCOMP)	2,700	1.8	0.7	-18.4	12.7
India (NIFTY)	11,279	-0.9	-2.1	7.1	23.5
Brazil (IBOV)	78,314	2.0	3.8	2.5	NA
Turkey (BIST 100)	94,887	0.6	0.1	-17.7	7.1
Egypt (EGX30)	14,654	0.0	-4.3	-2.4	13.3
MSCI Emerging Markets	1,020	0.3	-0.9	-12.0	12.3
MSCI World	2,172	0.5	0.3	3.3	18.7

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	79.0	1.3	1.2	18.2	42.4
Natural Gas (\$/mmbtu)	2.9	4.2	6.0	4.5	-2.1
Gold (\$/oz)	1,198	-0.3	0.4	-8.3	-8.3
Silver (\$/oz)	14.2	-0.2	0.7	-17.0	-17.8
Platinum (\$/oz)	814	1.7	2.5	-12.6	-15.4
Copper (\$/t)	6,064	2.4	1.9	-15.9	-6.3
Zinc (\$/t)	2,326	1.2	0.4	-30.3	-25.6
Lead (\$/mt)	2,046	0.3	-0.2	-18.0	-13.6
Wheat (\$/bu)	511	0.8	-0.2	9.6	-1.8
Corn (\$/bu)	343	-1.4	-2.4	-10.6	-13.0
Sugar (\$/lb)	11.5	-0.7	-4.3	-24.4	-28.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.34	0.00	0.64	0.00
Saudi Arabia	2.64	0.01	0.75	0.31
UAE	2.63	-0.01	0.83	0.29
Kuwait	1.94	0.00	0.06	-0.40
Qatar	2.67	0.03	0.03	0.34
Bahrain	3.58	0.00	0.85	1.24

Source: Reuters

NOTES: (1) Prices updated as of September 19, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in green on Tuesday. S&P 500 and NASDAQ closed 0.5% and 0.8% higher, respectively. Dow Jones Industrial gained 0.7%. In Europe, UK ended flat, while Germany and France closed 0.5% and 0.3% higher, respectively.
- Asian markets are trading mixed on Wednesday. China is trading 1.0% higher. Japan is up 1.3% while South Korea is trading 0.3% lower. Hong Kong and India are up 1.0% and 0.3%, respectively.
- GCC markets ended mixed on Tuesday. Dubai declined 0.3% while Abu Dhabi closed 0.1% lower. Kuwait gained 0.1% while Qatar closed 0.1% lower. Oman declined 0.4% while Bahrain ended 0.1% higher.
- Moody's revealed that the inflationary impact of value-added tax (VAT) in the UAE has been modest, with the impact to households mitigated by zero-rated and exempt items. (Source: Arabian Business)
- Arab Petroleum Investments Corporation (APICORP) stated the new fuel oil regulations for the shipping industry set by the International Maritime Organization (IMO) would have a major impact on shippers and Gulf producers of crude oil. (Source: Trade Arabia)
- According to Institute of International Finance (IIF), foreign capital inflows into the Middle East and North Africa (Mena) region are expected to rise from AED 516bn (USD 140bn) to AED 668b (USD 182bn) in 2018, an increase of nearly 30% Y/Y, driven by sovereign issuances and banking inflows. (Source: Zawya)
- Kuwait's competition protection authority introduced a carefully mapped out plan in an effort to increase competitiveness in the local market. The strategy is aimed at achieving precise objectives, including building an effective and highly competitive market. (Source: Zawya)
- Abu Dhabi's Department of Economic Development (DED) and Abu Dhabi Global Market (ADGM) signed an agreement to provide more integrated support to innovators and technology enterprises, through leveraging the Technology and Innovation Pioneers (TIP) Platform under DED's Takamul program. (Source: Trade Arabia)
- Abu Dhabi Waste Management Centre (Tadweer) opened a new facility to recycle construction and demolition waste in Ghayathi in Al Dhafra region of Abu Dhabi. (Source: Trade Arabia)
- Oman's Special Economic Zone Authority of Duqm (SEZAD) announced the opening of the new airport at the country's Duqm region. The new airport features a new passenger terminal, an air cargo terminal, an air control tower and other components. (Source: Trade Arabia)
- Eagle Hills Sharjah, a joint venture between Sharjah Investment and Development Authority (Shurooq) and Eagle Hills, announced the sale of residential units within its Cyan Beach Residence luxury development at Maryam Island, a waterfront project in the Northern Emirate. (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended September 14 (prior: -5.3mn barrels) will be announced today. (Source: Econoday)
- Change in UK's CPI for August 2018 (prior: 0.0% M/M, 2.5% Y/Y) will be announced today. (Source: Econoday)
- US jobless claims for the week ended September 15 (prior: 204K; consensus: 210K) will be announced tomorrow. (Source: Econoday)



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